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UNITED STATES DEPARTMENT OF AGRICULTURE

PRODUCTION AND MARKETING ADMINISTRATION

DAIRY BRANCH

(1-181871)

INSERTS

for

SULL'ARIES

of

FLUID MILK MARKETING ORDERS

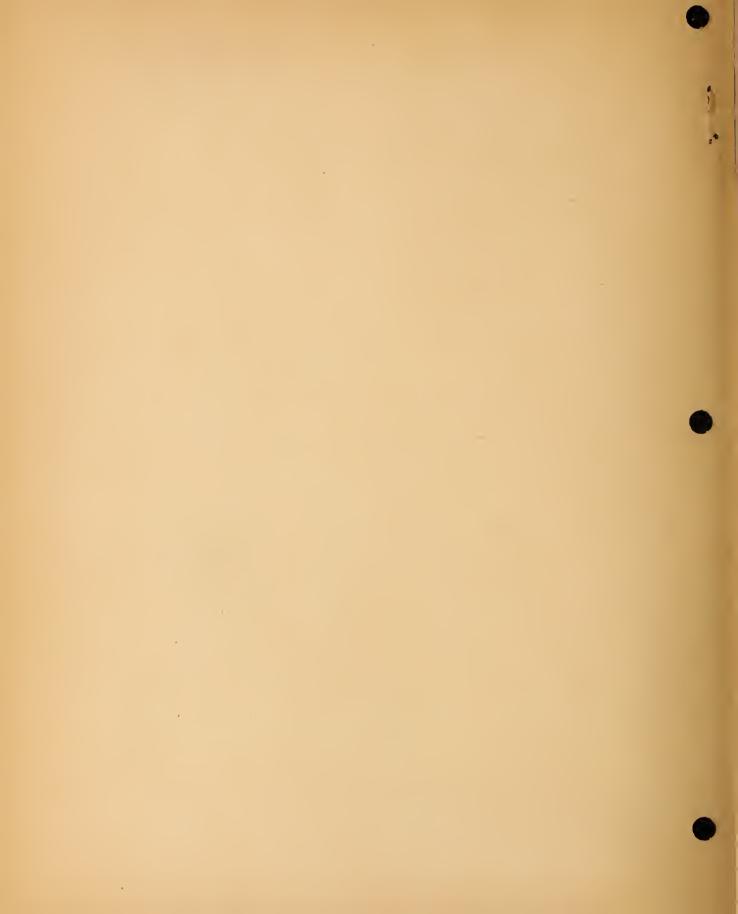
Revised to November 1, 1950,

and

Federal Register Citations for the Milk Price Orders



The attached are inserts to be substituted for the corresponding pages in the Summaries of Fluid Milk Marketing Orders, April 1, 1948, and Federal Register Citations for the milk price orders. These inserts revise the Federal orders as effective on October 1, 1950. The last insert was issued on October 1, 1950.



INDEX OF SUMMARIES

Market	Order No.	Page
Boston Chicago Cincinnati Cleveland Clinton	4 41 65 75 70	4 45 80 116 96
Columbus Dayton-Springfield Dubuque. Duluth-Superior. Fall River.	74 71 12 54 47	111 100 11 73 64
Fort Wayne. Kansas City. Knoxville. Lima. Louisville.	32 13 88 95 46	31 14 134 142 59
Lowell-Lawrence Memphis Milwaukee Minneapolis Nashville	34 18 7 73 78	35 148 172 108 125
New Orleans New York Oklahoma City Omaha-Council Bluffs Paducah	42 27 5 35 77	50 18 160 41 122
Philadelphia Quad Cities Rockford-Freeport St. Louis Sioux City	61 44 91 3 48	76 55 138 1 70
South Bend-LaPerte	67 96 69 30 80	83 146 92 27 129
Tri-State Tulsa Wichita Worcester.	72 6 68 99	104 164 88 153

ST. LOUIS - ORDER NO. 3

Citation	Date Published-	Action
14 FR 4775 15 FR 1827	7/30/49 3/31/50	Order, as amended Amendment
	BOSTON - ORDER 1	NO. 4
12 FR 4921 12 FR 6426 12 FR 8667 13 FR 1639 13 FR 9293 14 FR 2129 14 FR 4746 15 FR 4781	7/28/47 9/30/47 12/20/47 3/30/48 12/31/48 4/30/49 7/29/49 7/27/50	Order, as amended Order suspending certain prov. """"""""""""""""""""""""""""""""""""
	OKLAHOMA CITY - ORD	ER NO. 5
15 FR 1770	3/30/50	0 rd er
	TULSA - ORDER NO	<u>0. 6</u>
15 FR 1829	3/31/50	Order
15 FR 7173	MILWAUKEE - ORDER NO 10/26/50	O. 7 Order
	DUBUQUE - ORDER 1	NO. 12
14 FR 3226	6/15/49	Order, as amended

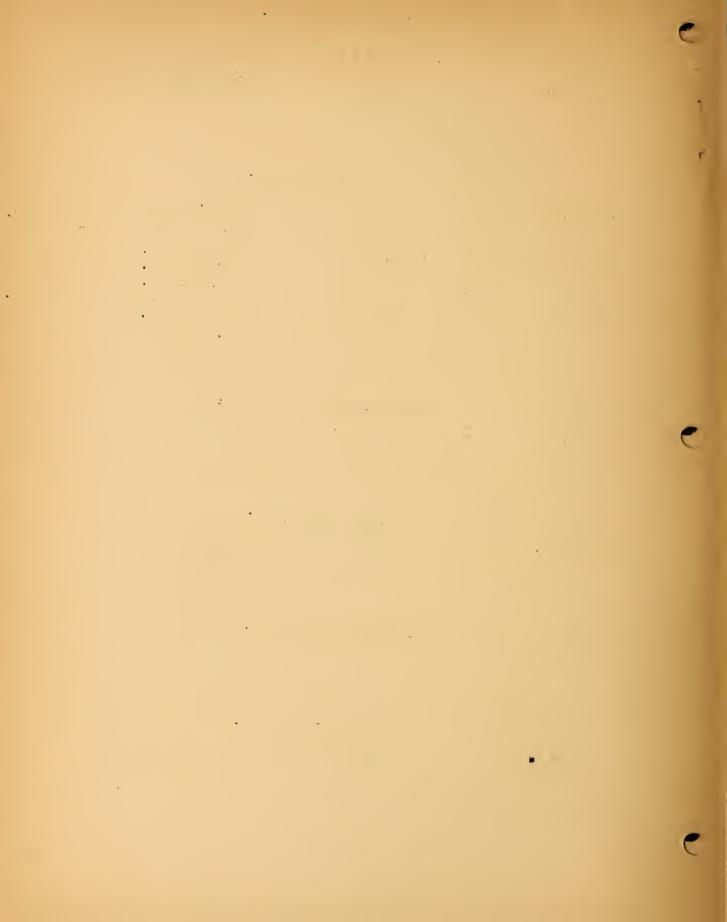


Table No. 2-Basis of Class I price determination under Federal milk marketing orders, November 1, 1950

	.	Ť	MOACTIDET					
	:		s I price					
	: Prices	paid	for milk	at:	Butter-	:	Butter-	General
	: 18 Mid			:	powder	:	cheese :	economic
	:mfg.plan	nts <u>2</u> /	mfg.plan	ts:	prices	:	Prices :	factors
	:	:		:		:		
North Atlantic	:	:		:		:	:	
Philadelphia3/	: -	:	_	:	•••	:	- :	-
Boston	: -	:	_	:	-	:		X
Fall River	: -	:	_	:	_	:	-	Х
New York	: -	:	_	:	_	:		X
Lowell-Lawrence	: -	:	_			:	_	X
Springfield	-	:		:		•	_	X
Worcester	: -			•	_			X
	•	•		•		•		A
East North Central	• /					•		
Chicago	: X	•	-		X	:	Х	
Quad Cities	• 41. • ••	•	X		-	•	X	
Fort Wayhe	• -	•	X	•	X	:	X	
South Bend-LaPorte	. X	:		•	X		X	
Cincinnati	· .	•	X	·	X	:		
Toledo	: X	•		•		:	- :	-
		•	X	:	X	:	X	-
Suburban Chicago	: X	•		:	X	:	X	-
Dayton-Springfield	: X	į	-	:	X	ŧ	X :	-
Tri-State	: X	:		:	X	•	X	-
Columbus	: X	:	-	:	X	:	-	-
Cleveland	: X	:	-	:	X	:	X :	-
Lima	: X	:		:	X	1	X	-
Rockford-Freeport	: X	:	<u> </u>	:	X	:	X	
	:	:		:		:		
West North Central	:	:		:		:	:	
Milwaukee	: X	:	-	:	X	:	X	_
Minneapolis-St. Paul	: X	:	-	:	-	:	X	_
St. Louis	: 4/ X	:	_	:	Χ.	:		_
Omaha-Council Bluffs	:'	:	X	:	X	:	_	_
Kansas City	: X	•	_	•	X	•	_	_
Sioux City	: -	•	X	•	X	•		
Wichita	: X			•	X	•	_	
Topeka	: X		_	•	X			_
Dubuque	• -	•	X	•	21.		X	
Duluth-Superior	: _	:		•	X	•		
Clinton	•	:	X	•	Λ	•	- X	_
	•	•	Λ.	•		:	Λ :	-
South Central	•		4	•		:		
Knoxville	. X		Х	•	v	:	v	
New Orleans	•	•	Λ	:	X	:	Х :	7.7
Louisville	: X	•	v	:	37	•	77	: X
Oklahoma City	: X	•	Х	:	X	:	X	
Tulsa		•		:	X	:	- :	-
Nashville	: X	:	77"	:	X	:	- :	
Paducah	: X	:	X	:	X	:	Х :	-
	: X	•	. Х	:	X	:		-
Memphis 1/ Where more than one	: X	:	X	:	X	:	- :	

1/Where more than one basis is marked "X" the price is determined each month from the alternative which results in the highest price. Temporary suspensions of pricing provisions have not been indicated. 2/As specified in Order No. 41 for Chicago. 3/Fixed price with adjustment for changes in butter prices.
4/Plus 5 local plants.

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Milwaukee, Wisconsin

Marketing Area:

Milwaukee County and specified cities and towns in Waukesha, Ozaukee, and Washington Counties, Wisconsin.

Handler:

A person who operates a fluid milk plant (i.e., one from which milk is disposed of as Class I in the marketing area) or a receiving station (i.e., one which ships milk to a city plant).

Producer:

Person who produces milk in conformity with applicable health requirements and who delivers it to a fluid milk plant or receiving station or a person whose milk is diverted from such a plant.

Classification:

Class I - Fluid milk, skim milk, buttermilk, flavored milk, flavored milk drinks, and unaccounted for milk. Any of these products disposed of in bulk to bakeries, soup companies, candy manufacturers, or other food processors are classified in Class III.

Class II - Cream (sweet or sour), fluid cream products (more than 6.0 per cent butterfat), and cottage cheese. Cream and cream products disposed of in bulk to bakeries, soup companies, candy manufacturers or other food processors are classified in Class III.

<u>Class III</u> - Milk products not in other classes and products <u>disposed</u> of in bulk to bakeries, soup companies, candy manufacturers, and other food processors.

Class IV - Butter, cheese (except cottage cheese), livestock feed, and shrinkage (limited to $2\frac{1}{2}$ per cent in the case of producer milk).

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Class Prices (3.5 per cent butterfat):

"Basic formula" price - A "basic formula" price is used for Class I and Class II. It is the highest of the following, computed for the preceding month:

- (1) Prices paid for 3.5 per cent milk at 18 Midwest condenseries (see Chicago order for list),
- (2) Price per pound of 92-score butter at Chicago times 6, plus 2.4 times the price per pound of "Cheddars" at Plymouth, Wisconsin; divide the sum by 7, multiply by 1.3, multiply by 3.5.
- (3) Price per pound of 93-score butter (if 93-score butter is not quoted for any day use highest of prices for 92-score) times 14.214, plus 8.2 times price per pound of nonfat dry milk solids (spray and roller process, human consumption, f.o.b. manufacturing plants in the Chicago area) minus 67 cents.

Class I Price - "Basic formula" price plus 46 cents for May and June, 86 cents for August through November, and 66 cents for all other months.

Class II Price - "Basic formula" price plus 30 cents for May and June, 50 cents for August through November, and 40 cents for all other months.

Class III Price - The higher of:

(1) Average price paid, for the current month, for 3.5 per cent milk at the following plants:

Kraft Foods, Inc., Carnation Company, White House Milk Co., Hartford, Wisconsin Oconomowac, Wisconsin West Bend, Wisconsin

If prices are not reported for one or more of these plants, prices at the following plants are included:

Armour & Co., United Milk Products Co., Stoughton, Wisconsin Johnson Creek, Wisconsin

(2) The Class IV price.

Class IV Price - The third alternative method of computing the "basic formula" price (butter-nonfat solids).



Butterfat Differentials:

Class Prices - None.

Producer Price - Price per pound of 92-score butter at Chicago times 1.2, divided by 10.

Location Differentials:

None.

Method of Accounting for Milk:

Class I computed on a volume basis plus the 3.5 per cent milk equivalent of unaccounted for butterfat.

Class II, III, and IV computed by converting butterfat used in these three classes to 3.5 per cent milk equivalent.

Class volumes are reconciled with producer receipts by adding to or subtracting from the lowest priced milk.

Type of Pool:

Individual handler pool with base rating. No new producer clause.

Interhandler Transfers:

Fluid milk or fluid skim milk is Class I and fluid cream is Class II unless a written statement as to other utilization is made by both buyer and seller.

Outside Purchases:

"Other source" milk (i.e,, milk other than from producers) is deducted in series from each class beginning with the lowest priced milk which the handler utilizes. Milk received at approved plants from other Federal order markets is considered as "other source" milk under this order.

Outside Sales:

Fluid milk or fluid skim milk disposed of to a nonfluid milk plant is Class I and fluid cream is Class II unless the nonfluid plant is located within 100 miles and other utilization can be substantiated.

Producer milk sold outside the marketing area is priced the same as milk sold in the marketing area.

Producer-handler:

Handlers who distribute no producer milk other than their own production are exempt from regulatory provisions. Reports may be required by the market administrator.

Expense of Administration:

Handlers are assessed not to exceed 3 cents per hundredweight on producer milk and on "other source" milk classified as Class I or Class II.

Special Producer Provisions:

Deductions, as authorized by members, are turned over to the cooperative associations.

For non-members a marketing charge of not to exceed 5 cents per hundredweight is paid by handlers to the market administrator.

Bases are established September through December and apply April through July. The 1950 bases are 140 per cent of September — December production, the 1951 bases 130 per cent, and bases thereafter 120 per cent. Any new or irregular producer who did not make base is assigned one which is the same proportion of his monthly deliveries as total base is to total receipts of all producers delivering to the particular handler.

